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The House Committee on Agriculture and Consumer Affairs offers the following substitute to SB 453:

## A BILL TO BE ENTITLED

## AN ACT

- 1 To amend Article 10 of Chapter 2 of Title 20 of the Official Code of Georgia Annotated,
- 2 relating to contracts and purchases by public schools, so as to urge the use of biodiesel fuels
- 3 in certain vehicles operated by local school districts; to amend Chapter 60 of Title 36 of the
- 4 Official Code of Georgia Annotated, relating to general provisions applicable to counties and
- 5 municipal corporations, so as to urge the use of biodiesel fuels in certain vehicles operated
- 6 by local governments; to amend Article 1 of Chapter 19 of Title 50 of the Official Code of
- 7 Georgia Annotated, relating to purchase and use of motor vehicles by state government, so
- 8 as to urge the use of biodiesel fuels in certain vehicles operated by state government; to
- 9 provide legislative findings and declarations; to repeal conflicting laws; and for other
- 10 purposes.

11

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

12 SECTION 1.

- 13 The General Assembly finds and declares as follows:
- 14 (1) Georgia currently consumes nearly 6.5 billion gallons of gasoline and diesel fuel
- annually;
- 16 (2) Gasoline and diesel production depends primarily on imported petroleum;
- 17 (3) Using clean alternative fuels instead of fossil fuels can provide for a cleaner
- environment by reducing air and water contamination;
- 19 (4) Specifically, use of clean renewable fuels such as biodiesel and ethanol can provide
- additional benefits for this state;
- 21 (5) This state has the potential to create a biofuels industry that would serve as a model
- for the southern United States and attract additional industries;
- 23 (6) Biofuels industry could add over \$1 billion of economic activity to this state and
- increase the state's income tax collection by over \$10 million annually;

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1 (7) Nearly 500 direct and over 1,000 indirect jobs could be created by biofuels industry

- 2 in this state; and
- 3 (8) Creating a biofuels industry can add additional value to Georgia's agricultural and
- 4 forestry commodities, including biomass, and support land values in rural areas of this
- 5 state.

6 SECTION 2.

- 7 Article 10 of Chapter 2 of Title 20 of the Official Code of Georgia Annotated, relating to
- 8 contracts and purchases by public schools, is amended by inserting a new Code section to
- 9 read as follows:
- 10 "20-2-504.1.
- 11 (a) As used in this Code section, the term:
- (1) 'Biodiesel blend' means a blend of petroleum diesel fuel and biodiesel fuel.
- 13 (2) 'Biodiesel fuel' means a fuel that meets the specifications of American Society for
- 14 Testing and Materials Standard D 6751.
- 15 (b) On and after January 1, 2008, at least 2 percent of the total volume of fuel purchased
- annually by each local school district for use in diesel engine motor vehicles it operates
- may be biodiesel fuel, to the extent that biodiesel blend is available and compatible with
- the technology of the vehicles or equipment used and the cost to the local school district
- of available biodiesel blend at time of purchase does not exceed the cost to the local school
- district of unblended petroleum diesel fuel at such time. This subsection may apply to local
- school districts that receive state funds."
- SECTION 3.
- 23 Chapter 60 of Title 36 of the Official Code of Georgia Annotated, relating to general
- 24 provisions applicable to counties and municipal corporations, is amended by adding a new
- 25 Code section to read as follows:
- 26 "36-60-24.
- 27 (a) As used in this Code section, the term:
- 28 (1) 'Biodiesel blend' means a blend of petroleum diesel fuel and biodiesel fuel.
- 29 (2) 'Biodiesel fuel' means a fuel that meets the specifications of American Society for
- Testing and Materials Standard D 6751.
- 31 (b) On and after January 1, 2008, at least 2 percent of the total volume of fuel purchased
- annually by each county, municipality, or consolidated government or authority thereof for
- use in diesel engine motor vehicles it operates may be biodiesel fuel, to the extent that
- biodiesel blend is available and compatible with the technology of the vehicles or

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1 equipment used and the cost to the local government of available biodiesel blend at time

- 2 of purchase does not exceed the cost to the local government of unblended petroleum diesel
- 3 fuel at such time."
- 4 SECTION 4.
- 5 Article 1 of Chapter 19 of Title 50 of the Official Code of Georgia Annotated, relating to
- 6 purchase and use of motor vehicles by state government, is amended by inserting a new Code
- 7 section to read as follows:
- 8 "50-19-6.1.
- 9 (a) As used in this Code section, the term:
- (1) 'Biodiesel blend' means a blend of petroleum diesel fuel and biodiesel fuel.
- 11 (2) 'Biodiesel fuel' means a fuel that meets the specifications of American Society for
- Testing and Materials Standard D 6751.
- 13 (b) On and after January 1, 2008, at least 2 percent of the total volume of fuel purchased
- annually by each department, commission, board, bureau, authority, or agency of the state
- 15 for use in diesel engine motor vehicles it operates may be biodiesel fuel, to the extent that
- biodiesel blend is available and compatible with the technology of the vehicles or
- equipment used and the cost to the state government entity of available biodiesel blend at
- time of purchase does not exceed the cost to the state government entity of unblended
- petroleum diesel fuel at such time."

20 SECTION 5.

21 All laws and parts of laws in conflict with this Act are repealed.